

113<sup>TH</sup> CONGRESS  
2<sup>D</sup> SESSION

# H. R. 4187

To amend title XVIII of the Social Security Act to encourage the development and use of new antimicrobial drugs, and for other purposes.

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## IN THE HOUSE OF REPRESENTATIVES

MARCH 11, 2014

Mr. ROSKAM (for himself and Mr. DANNY K. DAVIS of Illinois) introduced the following bill; which was referred to the Committee on Ways and Means, and in addition to the Committee on Energy and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

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## A BILL

To amend title XVIII of the Social Security Act to encourage the development and use of new antimicrobial drugs, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Developing an Innova-  
5 tive Strategy for Antimicrobial Resistant Microorganisms  
6 Act of 2014” and as the “DISARM Act of 2014”.

1 **SEC. 2. ENCOURAGING THE DEVELOPMENT AND USE OF**  
2 **NEW ANTIMICROBIAL DRUGS.**

3 (a) ADDITIONAL PAYMENT FOR NEW ANTI-  
4 MICROBIAL DRUGS UNDER MEDICARE.—

5 (1) IN GENERAL.—Section 1886(d)(5) of the  
6 Social Security Act (42 U.S.C. 1395ww(d)(5)) is  
7 amended by adding at the end the following new  
8 subparagraph:

9 “(M)(i) Effective for discharges beginning on or after  
10 October 1, 2014, the Secretary shall, after notice and op-  
11 portunity for public comment (in the publications required  
12 by subsection (e)(5) for a fiscal year or otherwise), recog-  
13 nize the costs of new antimicrobial drugs under the pay-  
14 ment system established under this subsection.

15 “(ii) Pursuant to clause (i), the Secretary shall pro-  
16 vide for additional payment to be made under this sub-  
17 section with respect to discharges involving new anti-  
18 microbial drugs in the amount provided for under section  
19 1847A for drugs and biologicals that are described in sec-  
20 tion 1842(o)(1)(C).

21 “(iii) For purposes of this subparagraph, the term  
22 ‘new antimicrobial drug’ means a product that is approved  
23 for use, or a product for which an indication is first ap-  
24 proved for use, by the Federal Food and Drug Administra-  
25 tion on or after January 1, 2014, and that—

1           “(I) is indicated to treat an infection caused by,  
2           or likely to be caused by, a qualifying pathogen (as  
3           defined under section 505E(f) of the Federal Food,  
4           Drug, and Cosmetic Act (21 U.S.C. 355f(f))) for  
5           which there is an unmet medical need and which is  
6           associated with high rates of mortality or significant  
7           patient morbidity (as determined by the Secretary,  
8           in consultation with the Director of the Centers for  
9           Disease Control and Prevention and the infectious  
10          disease professional community); and

11          “(II) is used in facilities that participate in the  
12          Antimicrobial Use and Resistance Module of the Na-  
13          tional Healthcare Safety Network of the Centers for  
14          Disease Control and Prevention (or, in the case that  
15          such Module is not available, is used in facilities that  
16          participate in such successor or similar reporting  
17          module or program relating to antimicrobials as the  
18          Secretary shall specify to the extent available to  
19          such facilities, as determined by the Secretary).

20          “(iv) Not later than July 1, 2014, the Secretary shall  
21          first publish in the Federal Register a list of the new anti-  
22          microbial drugs.”.

23                 (2)           BUDGET           NEUTRALITY.—Section  
24           1886(d)(3)(C) of the Social Security Act (42 U.S.C.

1 1395ww(d)(3)(C)) is amended by adding at the end  
2 the following new clause:

3 “(iii) MAINTAINING BUDGET NEUTRALITY FOR  
4 CERTAIN ANTIMICROBIAL DRUGS.—For discharges  
5 occurring in a fiscal year beginning with fiscal year  
6 2015, the Secretary shall further reduce each of the  
7 average standardized amounts in an amount equal  
8 to the amount of the net additional expenditures, if  
9 any, in such fiscal year resulting from the applica-  
10 tion of paragraph (5)(M).”.

11 (b) STUDY AND REPORT ON REMOVING BARRIERS TO  
12 DEVELOPMENT OF NEW ANTIMICROBIAL DRUGS.—

13 (1) STUDY.—The Comptroller General of the  
14 United States shall, in consultation with the Direc-  
15 tor of the United States Patent and Trademark Of-  
16 fice, the Director of the National Institutes of  
17 Health, the Commissioner of Food and Drugs, and  
18 the Director of the Centers for Disease Control and  
19 Prevention, conduct a study to—

20 (A) identify and examine the barriers that  
21 prevent the development of new antimicrobial  
22 drugs, as defined in section 1886(d)(5)(M)(iii)  
23 of the Social Security Act (42 U.S.C.  
24 1395ww(d)(5)(M)(iii)); and

1                   (B) develop recommendations for actions  
2                   to be taken in order to overcome any barriers  
3                   identified under subparagraph (A).

4                   (2) REPORT.—Not later than one year after the  
5                   date of the enactment of this Act, the Comptroller  
6                   General shall submit to Congress a report on the  
7                   study conducted under paragraph (1).

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